

ASSEMBLY BILL

No. 1222

Introduced by Assembly Member Gatto

February 18, 2011

An act to amend Section 50909 of the Health and Safety Code, relating to housing.

LEGISLATIVE COUNSEL'S DIGEST

AB 1222, as introduced, Gatto. California Housing Finance Agency: executive compensation.

Existing law establishes the California Housing Finance Authority, administered by a board of directors, whose primary purpose is to meet the housing needs of persons and families of low- or moderate-income. Existing law requires that the board establish the compensation of the executive director of the agency and other key exempt management, not to exceed a specified amount, and that the agency conduct salary surveys to determine the compensation.

This bill would instead require the board to conduct the surveys.

Vote: majority. Appropriation: no. Fiscal committee: no.
State-mandated local program: no.

The people of the State of California do enact as follows:

- 1 SECTION 1. Section 50909 of the Health and Safety Code is
- 2 amended to read:
- 3 50909. (a) Notwithstanding Sections 19816 and 19825 of the
- 4 Government Code, the compensation of key exempt management,
- 5 including the executive director, the chief deputy director, the
- 6 general counsel, the director of financing, the director of

1 homeownership programs, the director of multifamily programs,
2 the director of insurance and the financial risk management director
3 shall be established by the board in the agency's annual budget,
4 in amounts which are reasonably necessary, in the discretion of
5 the board, to attract and hold a person of superior qualifications.

6 (b) (1) To determine the compensation for the positions
7 described in this section, the ~~agency~~ *board* shall cause to be
8 conducted, through the use of independent outside advisors, salary
9 surveys of both of the following:

10 (A) Other state and local housing finance agencies that are most
11 comparable to CalHFA.

12 (B) Other relevant labor pools.

13 (2) The salaries so set by the board shall not exceed the highest
14 comparable salary for a position of that type, as determined by the
15 survey.

16 (c) The Department of Personnel Administration shall review
17 the methodology used in these salary surveys.

18 (d) Members of the board shall not receive a salary but shall be
19 entitled to a per diem allowance of one hundred dollars (\$100) for
20 each day's attendance at a meeting of the board or a meeting of a
21 committee of the board, not to exceed three hundred dollars (\$300)
22 in any month, and reimbursement for expenses incurred in the
23 performance of their duties under this part, including travel and
24 other necessary expenses.